Decline in loans disbursed by SEDBI

4116. DR. D ASARINARAYANA RAO : Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(c) whether it is a fact that there is decline in the quantum of loans disbursed by SIDBI in Andhra Pradesh and other parts of the country;

(d) if so, the details of the quantum of loans disbursed by SIDBI during the last three years, year-wise and State-wise;

(e) whether this has resulted in setback to Small Scale Industry Sector in the country; and

(d) if so, what remedial measures Government propose to take in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL): (a) and (b) The total disbursements of assistance by Small Industries Development Bank of India (SIDBI) during the last three years and in the State of Andhra Pradesh are as under:

(Rs. in crores)

Year	All States/UTs	Andhra Pradesh
1999-2000	6963	223
2000-2001	6441	268
2001-2002	5919	215

The details of State-wise assistance provided by SIDBI during the last three years are given in the enclosed Statement-I *(See* below). There was an overall decline in disbursements of SIDBI mainly due to slow down in growth of industrial sector, moderate performance of services sector and availability of comfortable liquidity in the banking system resulting in lower offtake by way of refinance from SIDBI.

(a) SIDBI has reported that the production, employment, exports and number of SSI Units have increased during the three years from 1999-2000 to 2001-2002. During the last three years, employment has increased from 17.85 million persons to 19.20 million persons and number of SSI Units has also increased from 32.1 lakhs to 34.6 lakhs.

(b) With a view to increase the flow of credit to SSI Sector, some of the measures taken are given in the enclosed Statement-II.

Statement

The Region State-wise assistance provided by Small Industries Development Bank of India during the years

1999-2000, 2000-01-2001-02

(Rs. in crores)

	1999-2000			2000-01			2001-02		
	No.	Sane.	Disb.	No.	Sane.	Disb.	No.	Sane.	Disb.
Eastern Region									
Bihar	7626	103.07	96.74	4734	91.86	73.60	1721	33.77	29.19
Jharkhand							4	18.81	14.50
Orissa	3664	188.38	137.11	4970	21385	164.44	2234	132.99	91.76
Sikkim	183	2.45	3.72	86	1.10	1.09	87	1.25	1.24
West Bengal	812	218.55	183.58	344	366.97	171.00	425	296.98	190.42
A & N Islands	0	0.00	0.00	0	0.00	0.00	2	0.06	0.05
TOTAL	12285	512.45	421.15	10134	673.78	410.13	4473	483.86	327.16
N.E. Region									
Arunachal Pradesh	191	1.46	1.48	213	1.67	1.67	270	2.13	2.13
Assam	1608	13.31	13.07	704	34.62	20.16	1171	23.35	19.36
Manipur	606	4.79	4.18	50	6.39	7.27	91	1.52	1.52
Meghalaya	128	4.43	4.02	89	7.52	5.43	32	2.904	4.72
Mizoram	90	1.06	1.00	81	1.90	1.51	44	1.04	0.81
Ngaland	1	1.48	1.48	189	3.80	2.82	390	2.53	2.47
Tripura	406	5.01	5.10	335	7.85	6.50	49	1.43	1.27
TOTAL	3030	31.54	30.33	1661	63.75	45.36	2047	34.94	32.28
Northern Region									
Haryana	660	247.97	229.28	483	215.19	139.43	83	418.86	229.48
Himachal Pradesh	2290	38.18	32.40	1291	35.68	29.90	248	35.21	26.17
J&K	707	17.90	16.90	454	184.26	92.58	260	219.75	137.62
Punjab	1904	269.99	210.29	1541	597.74	412.60	284	247.72	184.56
Rajasthan	951	245.96	195.23	629	675.18	338.50	527	214.25	165.12
Uttar Pradesh	965	197.92	173.77	9867	394.45	238.65	2393	487.49	286.67
Chandigarh	176	129.59	17.25	43	95.68	14.56	225	95.50	61.35

(Rs. in crores)

	1999-2000			2000-01			2001-02		
	No.	Sane.	Disb.	No.	Sane.	Disb.	No.	Sane	Disb.
Delhi	603	261.91	133.77	3371	668.83	351.61	1147	703.36	418.77
Uttaranchal							116	63.19	8.31
TOTAL	8256	1409.42	1008.89	17679	2867.01	1617.83	5283	2485.33	1518.05
Western Region									
Chhattishgarh							264	17.90	15.80
Goa	389	75.26	78.36	74	111.24	85.44	83	56.84	45.64
Gujarat	1771	698.21	417.36	741	1193.74	716.10	805	975.58	574.41
Madhya Pradesh	17137	284.59	228.07	9766	473.69	327.96	275	272.89	190.29
Maharashtra	2466	1036.85	820.67	1125	2081.87	1320.79	1134	1704.50	1215.10
Dadra & Nagar Haveli	15	16.21	13.31	7	6.79	5.20	5	37.69	23.95
Daman & Diu	1	2.19	1.30	0	20.85	11.61	1	15.87	9.33
TOTAL	21779	2113.31	1559.07	11713	3888.18	2467.10	2567	3081.27	2074.52
Southern Region									
Andhra Pradesh	4630	276.02	222.51	4180	473.31	268.24	1053	334.40	215.03
Karnataka	11889	401.07	302.79	. 2929	862.12	510.70	2434	705.11	550.25
Kerala	2798	356.13	317.38	1161	555.58	389.05	1009	534.66	395.53
Tamil Nadu	4573	616.04	442.77	2249	1373.92	664.78	2189	1199.74	711.23
Lakshadweep	0	0.00	0.00	0	0.00	0.00	0	0.00	0.00
Pondicherry	35	1.87	2.81	8	18.93	8.99	4	5.49	5.02
TOTAL	23925	1651.13	1288.26	10527	3283.86	1841.76	6689	2779.40	1877.06
TOTAL	69275	5717.85	4307.70	51714	10776.58	6382.18	21059	8864.82	5829.07
Schemes-wise	538	4546.89	2655.80	490	44.02	59.23	620	160.70	90.26
Grand TOTAL	69813	10264.74	6963.50	52204	10820.60	6441.41	21679	9025.52	5919.33

Statement-II

Measures taken to increase the flow of Credit to SSI Sector

2. Banks to provide working capital to SSI sector on the basis of minimum of 20% of projected turnover. The upper ceilings were gradually enhanced from Rs. 2 crore to Rs, 4 crore in Union Budget 1998-99 and from Rs. 4 crore to Rs 5 crore (Union Budget 1999-2000).

3. Raising of the Composite loan limit from Rs. 10 lakhs to Rs. 25 lakhs.

4. Raising the limit of Projects to Rs. 50 lakhs for providing assistance under National Equity Fund Scheme.

5. Increase in the borrowal limit for collateral free loan to tiny sector from Rs. 1 lakh to Rs. 5 lakhs. The RBI in its Credit Policy 2002-03 has announced that the banks may on the basis of good track record of units, and their financial position, further increase the limit of dispensing with collateral requirement for loans from Rs. 5 lakhs to Rs. 15 lakhs.

6. Launching of Credit Guarantee Fund Scheme for Small Industries to cover collateral-free and third party guarantee free loans of commercial banks to SSI sector including IT and software sector, upto a limit of Rs. 10 lakhs (since enhanced to Rs. 25 lakh). A separate Trust *viz.* ,Credit Guarantee Fund Trust for Small Industries have been jointly set up by SIDBI and Government of India for the purpose and the Scheme is already operational since August 2000.

7. Introduction of Credit Linked Capital Subsidy Scheme for Technology Upgradation of SSIs (CLCSS) in the select products/sub-sectors.

8. The individual credit limit to artisans, village and cottage industries for reckoning under advance to weaker sections is increased from Rs. 25,000/- to Rs. 50,000/-.

9. Earmarking of 30% of the investment under NEF for the tiny sector.

Loans for unemployed graduates in Uttaranchal

4117. SHRI HARISH RAWAT : Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state :

(a) whether Government are aware of the problems faced by the unemployed graduates in getting loans from the banks in Uttaranchal;